

June 28, 2007

Marlene Dortch  
Secretary  
Federal Communications Commission  
445 Twelfth St., SW  
Washington, D.C. 20554

**RE: Federal-State Joint Board on Universal Service; CC Docket  
Nos. 96-45, 98-171, 90-571, 92-237, 99-200, 95-116, and 98-170  
[Contribution Proceeding]**

Dear Ms. Dortch,

On behalf of OnStar Corporation (“OnStar”), two *ex parte* presentations were made yesterday regarding the proceedings listed above: (1) to John Hunter and Angela Giancarlo, legal advisors to Commissioner McDowell; and (2) to Tom Navin, Chief, Wireline Competition Bureau; Randy Clarke, legal advisor to the Bureau Chief; and Jeremy Marcus, Division Chief, Telecommunications Access Policy Division. Participants included Bill Ball of OnStar and the undersigned. We provided copies of the attached document, as well as copies of OnStar’s previous filings in these proceedings.

We discussed OnStar’s telematics services and its ancillary wireless telecommunications offering. We also covered matters addressed in OnStar’s previous filings. In the context of an overall numbers-based or connections-based contribution system, we discussed the possibility of an exemption from contribution requirements for telecommunications used in the provision of telematics over a system that is embedded into the vehicle’s electrical architecture, or used in the provision of service bundles in which a key component includes such embedded telematics functionality. *Cf. Federal-State Joint Board on Universal Service*, First Report and Order, 12 FCC Rcd 8776, ¶ 800 (1997), *subsequent history omitted* (exemption from contribution requirements for public safety and other governmental agencies “because of the important public safety and welfare functions for which these services are used”); 47 C.F.R. § 54.708. Another possibility would be use of a revenue-based “equivalency ratio” in the context of such services, as discussed in OnStar’s June 14, 2006 filing.

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If you have any questions, please contact either of us.

Respectfully submitted,

Ari Q. Fitzgerald  
David L. Sieradzki  
Counsel for OnStar Corporation

Enclosure

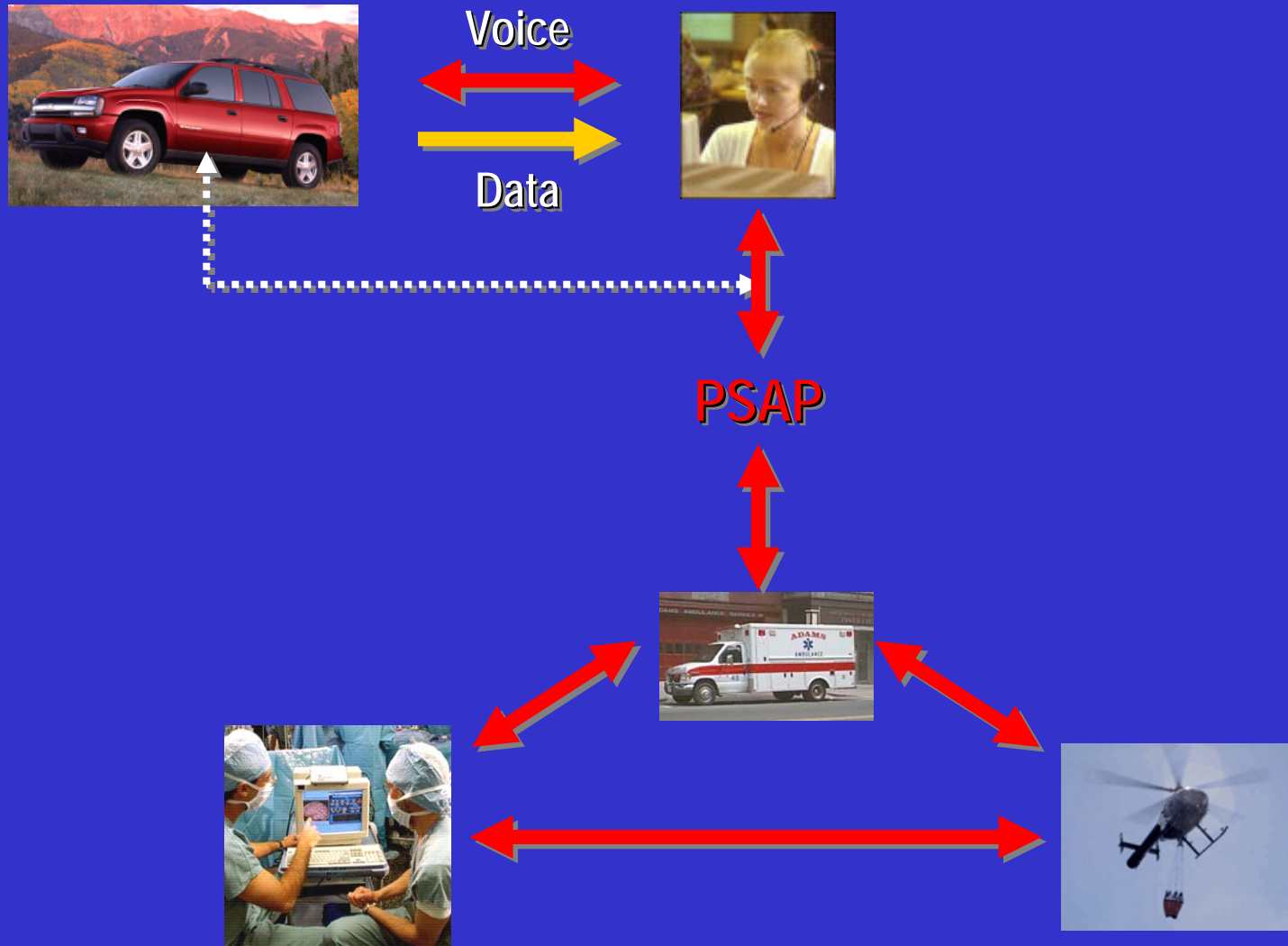
cc: John Hunter  
Angela Giancarlo  
Tom Navin  
Randy Clarke  
Jeremy Marcus

# OnStar Background

- Combine and integrate directly into the vehicle's electrical architecture
  - Cellular technology
  - GPS location capability
  - Sophisticated voice recognition technology
- Call center-based services
  - Safety, security and peace of mind
  - Routing and point of interest



# Crash Notification Today



# Monthly Interactions



Airbag  
Notification  
*900/Month*



Advanced Automatic  
Crash Notification  
*750/Month*



Emergency  
Services  
*9,500/Month*



Good  
Samaritan  
*6,000/Month*



Stolen Vehicle  
Location  
Assistance  
*700/Month*



Remote  
Unlock  
*53,000/Month*



Roadside  
Assistance  
*30,000/Month*



Remote  
Diagnostics  
(on demand)  
*55,000/Month*



*OnStar Vehicle  
Diagnostics  
More than 2.6  
Million  
Participants  
Enrolled  
(Apr '07)*



Route  
Support  
*338,000/Month*



OnStar Hands-  
Free Calls  
Placed  
*Over 15.4  
Million/Month*

*Monthly average (Feb thru April 2007)*